

March 5, 2001

Bureau of Land Management Vernal District Office 170 South 500 East Vernal, Utah 84078 ATTN: Greg Darlington State of Utah Division of Oil Gas & Mining 1594 West North Temple, Suite 1210 Salt Lake City, Utah 84114 ATTN: Lisha Cordova

Enclosed are the original and two copies each of the Application For Permit To Drill for the following Tribal Minerals, and/or surface:

OURAY #6-184 SW/SW LOT 7, SEC. 6, T9S, R21E UTE TRIBAL #2-169 NW/NW LOT 4, SEC. 2, T9S, R20E TABBEE #34-158 SE/NE SEC. 34, T8S, R20E CESSPOOCH #5-193 SE/SE SEC. 5, T9S, R21E

Also included in this package is the Federal #35-152 SW/NW Sec. 35, T8S, R21E, Application For Permit To Drill. This location is Federal Minerals and Federal surface only.

If you have questions or need additional information, please do not hesitate to call me, (435) 781-7023.

Sincerely,

Cheryl Cameron

Senior Regulatory Analyst

cc: Ute Indian Tribe

Energy & Minerals Department

P.O. Box 70

Ft. Duchesne, UT 84026

ATTN: Ferron Secakuku

Bureau of Indian Affairs
Minerals & Mining Department

P.O. Box 130

Ft. Duchesne, UT 84026

ATTN: Charles Cameron

Form 3160-3 (August 1999)

# UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT



5. Lease Serial No.

FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 2000

APPLICATION FOR PERMIT TO DRILL	LORRENTER	14-20-H	14-20-H62-3000		
a. Type of Work X DRILL REENT	ER	· · · · · · · · · · · · · · · · · · ·	llotee or Tribe Name		
<del>_</del>		Ute 7 Unit of CA	Agreement Name and No.		
Type of Well Oil Well X Gas Well Other	Single Zone Multiple Zon	le /. Ullit di CA	Agreement rame and NO.		
Name of Operator		8. Lease Nam	e and Well No.		
Coastal Oil & Gas Corporation		Ute Tri	bal #2-169		
Address	3b. Phone No. (include area co	de) Q API Well N	lo.		
P.O. Box 1148, Vernal, UT 84078	(435) 781-7023	43	3-047-33977		
Location of Well (Report location clearly and in accordance with any S	tate equirements)* 4436217 H		ool, or Exploratory		
At surface NW/NW 640' FNL & 550' FWL		Ouray	Natural Bulles, M., or Blk. and Survey or A		
A	615901E	1			
At proposed prod. zone			Sec. 2, T9S, R20E		
Distance in miles and direction from nearest town or post office*		12. County or	1		
2.0 Miles southeast of	Ouray, Utah	Uintah	IUT		
. Distance from proposed*	16. No. of Acres in lease	17. Spacing Unit ded	icated to this well		
location to nearest property or lease line, ft. 550 '	160.02		205 45		
(Also to nearest drg. unit line, if any)	160.83		325.45		
Distance from proposed location*	19. Proposed Depth	20.BLM/BIA Bond	No. on file		
to nearest well, drilling, completed,					
applied for, on this lease, ft. Refer to Topo C	8050'	BIA	#114066-A		
Elevations (Show whether DF, KDB, RT, GL, etc.	22. Approximate date work will sta	art* 23.Estim	ated duration		
4652.9' Ungraded GL	Upon Approval		To Be Determined		
he following, completed in accordance with the requirements of Onshore (	24. Attachments	ed to this form:	<u> </u>		
ne following, completed in accordance with the requirements of offshore	1				
. Well plat certified by a registered surveyor.	4. Bond to cover the operat	tions unless covered by	an existing bond on file (see		
. A Drilling Plan	Item 20 above).				
A Surface Use Plan (if the location is on National Forest System Lands	s, the 5. Operator certification. 6. Such other site specific i	nformation and/or pla	ns as may be required by the		
SUPO shall be filed with the appropriate Forest Service Office).	authorized officer.				
	Name (Printed/Typed)		Date		
5. Signuature	l e		2/28/01		
Mul amerin	Cheryl Cameron		2,20,01		
Title					
Senior Regulatory Analyst 🖊					
Approved by (Signature)	Name (Printed/Typed)		Date		
X 1 1/2 91/2 V	BRADLEY G. H	IILL	03-15-01		
1 march 1/2/1	Offic RECLAMATION SPECI				
ritle					
Application approval does not warrant or certify that the applicant holds	legal or equitable title to those rights in	the subject lease whi	ch would entitle the applicar		
onduct operations thereon.					
Conditions of approval, if any, are attached.					
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it	a crime for any nerson knowlingly and	willfully to make to	any department or agency o		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it United States any false, fictitious or fraudulent statements or representation	ns as to any matter within its jurisdiction	l.			
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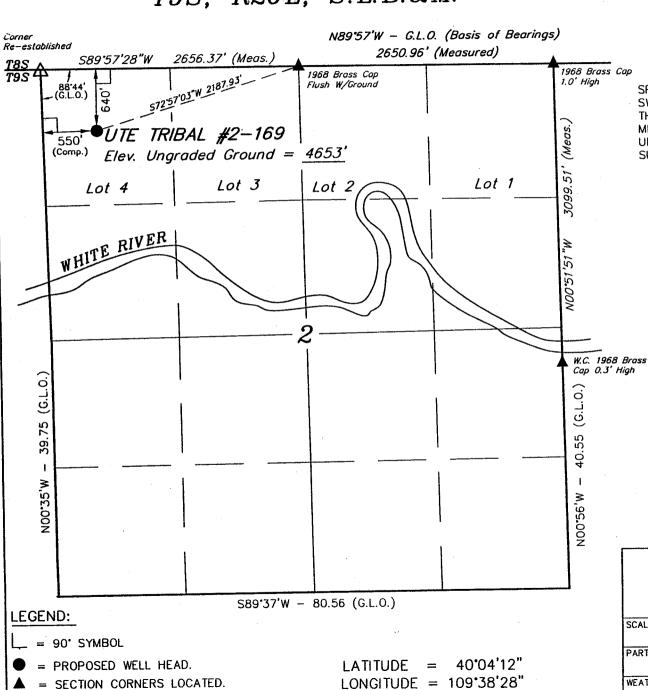
\*(Instructions on Reverse)

Federal Approval of this Action is Necessary RECEIVED

MAR 1 2 2001

DIVISION OF OIL, GAS AND MINING

# T9S, R20E, S.L.B.&M.



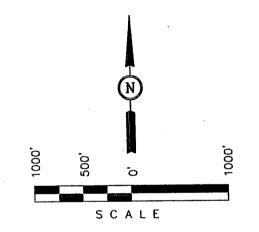
= SECTION CORNERS RE-ESTABLISHED.

### COASTAL OIL & GAS CORP.

Well location, UTE TRIBAL #2-169, located as shown in Lot 4 of Section 2, T9S, R20E, S.L.B.&M., Uintah County, Utah.

### BASIS OF ELEVATION

SPOT ELEVATION AT A ROAD INTERSECTION IN THE SE 1/4 SW 1/4 OF SECTION 31, T8S, R21E, S.L.B.&M. TAKEN FROM THE OURAY SE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 4666 FEET.



#### CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER WY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELIEF

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319

UINTAH ENGINEERING & LAND SURVEYING

85 SOUTH 200 EAST - VERNAL, UTAH 84078

(435) 789-1017

(435) 769-1017				
SCALE 1" = 1000'	DATE SURVEYED: DATE DRAWN: 8-25-99 9-7-99			
PARTY K.K. R.W. C.B.T.	REFERENCES G.L.O. PLAT			
WEATHER WARM	FILE COASTAL OIL & GAS CORP.			

# COASTAL OIL & GAS CORP.

UTE TRIBAL #2-169 LOCATED IN UINTAH COUNTY, UTAH SECTION 2, T9S, R20E, S.L.B.&M.

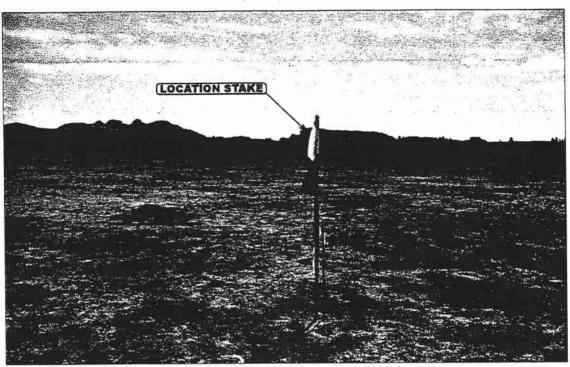


PHOTO: VIEW OF WELL LOCATION

**CAMERA ANGLE: SOUTHERLY** 

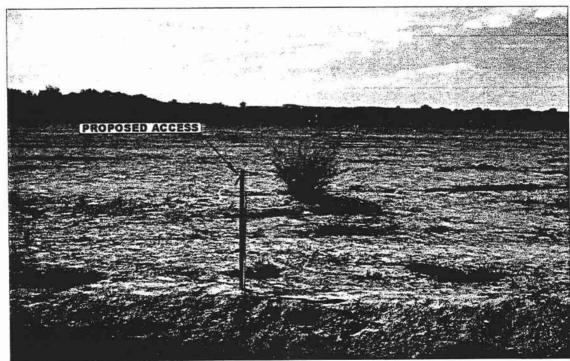


PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

**CAMERA ANGLE: WESTERLY** 



Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

LOCATION PHOTOS

10 19 00 MONTH DAY YEAR

00

PHOTO

TAKEN BY: J.F. DRAWN BY: K.G. REVISED: 00-00-00

### Ute Tribal #2-169 NW/NW LOT 4, SECTION 2-T9S-R20E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3000

### ONSHORE ORDER NO. 1 COASTAL OIL & GAS CORPORATION

### DRILLING PROGRAM

# 1. Estimated Tops of Important Geologic Markers:

Formation	<u>Depth</u>
KB	4670'
Green River	2075
Wasatch	5600'
Total Depth	7550'

# 2. Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

Substance	<u>Formation</u>	<u>Depth</u>
Gas Water Other Minerals	Green River Wasatch N/A N/A	2075' 5600'

### 3. Pressure Control Equipment:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

### 4. Proposed Casing & Cementing Program:

Please refer to the attached Drilling Program.

### 5. Drilling Fluids Program:

Please refer to the attached Mud Program.

### 6. Evaluation Program:

Please refer to the attached Geological Data.

### 7. Abnormal Conditions:

Maximum anticipated bottomhole pressure at 7550' TD approximately equals 3,020 psi (calculated at 0.4 psi/foot).

Maximum anticipated surface pressure equals approximately 1,359 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

## 8. <u>Anticipated Starting Dates & Notification of Operations:</u>

To Be Determined..

### 9. Variances:

Please see the Natural Buttes Unit SOP.

### 10. Other Information:

Please see the Natural Buttes Unit SOP.

### Ute Tribal #2-169 NW/NW LOT 4, Sec. 2, T9S, R20E UINTAH COUNTY, UTAH LEASE NUMBER: 14-20-H62-3000

### **ONSHORE ORDER NO. 1**

### MULTI-POINT SURFACE USE & OPERATIONS PLAN

An onsite inspection was conducted for the proposed location on 1/17/01. It was determined that the proposed location (previously cultivated), access road and pipeline ROW fell within the "Flood Plain Area"; operations are to be conducted as stated in the *Final Ouray Environmental Assessment*.

### 1. Existing Roads:

Refer to Topo Map A for directions to the location.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

All existing roads will be maintained and kept in good repair during all drilling and completion operations associated with this well.

### 2. Planned Access Roads:

Refer to Topo Map B for the location of the proposed access road.

The upgraded and new portions of the access road will be crowned and ditched with a running surface of 18 feet and a maximum disturbed width of 30 feet. Appropriate water control will be installed to control erosion; culverts are to be installed as needed to improve natural water drainage.

The access road was centerline flagged during time of staking.

Surface disturbance and vehicular traffic will be limited to the approved location and approved access route. Any additional area needed will be approved in advance.

## 3. <u>Location of Existing Wells Within a 1-Mile Radius</u>:

Please refer to Topo Map C.

### 4. Location of Existing & Proposed Facilities:

The following guidelines will apply if the well is productive.

Production facilities will consist of a conventional wellhead and allocation gas metering. The wellhead controls will be elevated to allow for a continuous production during seasonal high water conditions, as stated in the *Final Ouray Environmental Assessment 2.1.3*, *Production Operations*.

All permanent (on-site six months or longer) above the ground structures constructed or Installed will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the five state Rocky Mountain Inter-Agency Committee.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The required color is Desert Brown, Munsell standard color number 10 YR 6/3.

Any necessary pits will be properly fenced to protect livestock and prevent wildlife entry.

Refer to Topo Map D for the placement of the pipeline lateral.

### 5. Location and Type of Water Supply:

Water for drilling purposes will be obtained from Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32, T4S, R3E, Water User Claim #43-8496, Application #53617.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

### 6. Source of Construction Materials:

Surface and subsoil materials in the immediate area will be utilized.

Any gravel will be obtained from a commercial source.

Construction will not occur during the period of April 1 – July 15, unless it is determined by the USF&WLS and the Bureau of Reclamation that the flooding forecast evaluation has changed for the current year; as stated in the Final Formal Sec. 7 Consultation, page 37, Item #8.

### 7. Methods of Handling Waste Materials:

Drill cuttings will be removed from the *Closed-Loop Circulating System* and transported by truck to an approved disposal site outside of the floodplain area. Please refer to "Typical Rig Layout" and the "Typical Solids Control System" attachments.

Drilling fluids, including salts and chemicals, will be contained in the *Closed-Loop System*. Upon termination of drilling and completion operations, the liquid contents will be removed and disposed of at an approved waste disposal facility after drilling is terminated.

The Closed-Loop System will be utilized and set-up in the area normally utilized for a reserve pit. Refer to the Location Layout.

Any spills of oil, gas, salt water, or other noxious fluids will be immediately cleaned up and removed to an approved disposal site.

A chemical porta-toilet will be furnished with the drilling rig.

Garbage, trash, and other waste materials will be collected in a portable, self-contained, fully enclosed trash cage during operations. No trash will be burned on location.

All debris and other waste material not contained in the trash cage will be cleaned up and removed from the location immediately after removal of the drilling rig.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

### 8. Ancillary Facilities:

None are anticipated.

### 9. Well Site Layout: (See Location Layout Diagram)

The location is at least 460' away from the river, thus meeting the requirements set forth by the USF&WLS.

### USF&WLS shall be notified within 48 hours prior to construction.

No reserve pit shall be utilized, as discussed during the on-site inspection.

Culverts are to be installed where needed.

The access road shall be constructed with Tundra and topped-off with gravel; as discussed during the on-site inspection.

Trees are to be avoided when possible if tree removal is necessary; Coastal will notify the AO with the tree count, and Coastal is to replace four trees for every tree removed.

A qualified Archaeologist shall monitor ditches; as discussed during the on-site inspection.

### 10. Plans for Reclamation of the Surface:

### Producing Location:

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, materials, trash, and debris not required for production.

Immediately upon well completion, any hydrocarbons in the pit shall be removed in accordance with 43 CFR 3162.7-1.

Upon completion of backfilling, leveling, and recontouring, the stockpiled topsoil will be spread evenly over the reclaimed area(s).

### Dry Hole/Abandoned Location:

Abandoned well sites, roads, and other disturbed areas will be restored as near as practical to their original condition. Where applicable, these conditions include the re-establishment of irrigation systems, the re-establishment of appropriate soil conditions, and re-establishment of vegetation as specified.

All disturbed surfaces will be recontoured to the approximate natural contours, with reclamation of the well pad and access road to be performed as soon as practical after final abandonment. Reseeding operations will be performed after completion of other reclamation operations.

### 11. Surface Ownership:

Ute Indian Tribe P.O. Box 190 Ft. Duchesne, UT 84026 (435) 722-5141

### 12. Other Information:

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, the approved Plan of Operations, and any applicable Notice of Lessees. The Operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

The Operator will control noxious weeds along Rights-Of-Way for roads, pipelines, well sites, or other applicable facilities.

A Class III archaeological survey has been conducted. A copy of the survey report was submitted to the Ute Tribe Energy & Minerals Department prior to the onsite.

# 13. Lessee's or Operator's Representative & Certification:

Cheryl Cameron Senior Regulatory Analyst Coastal Oil & Gas Corporation P.O. Box 1148 Vernal, UT 84078 (435) 781-7023 Darrell Molnar
Drilling Manager
Coastal Oil & Gas Corporation
9 Greenway Plaza, Suite 2770
Houston, TX 77046
(713) 418-4295

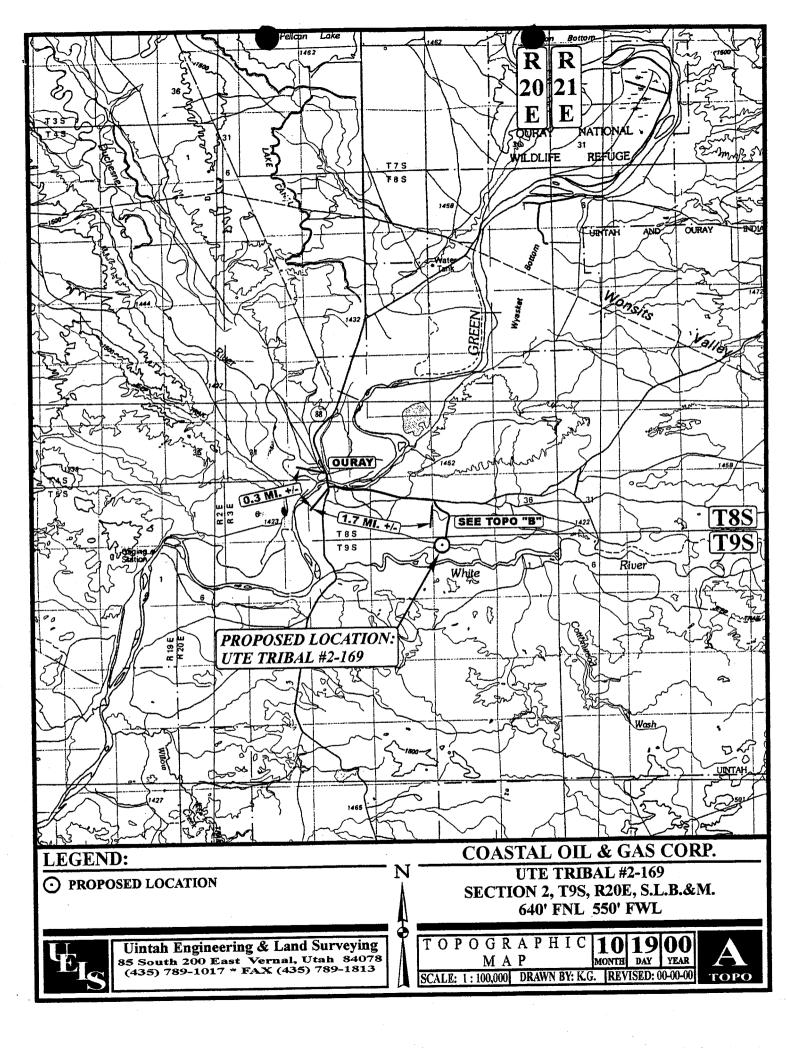
Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

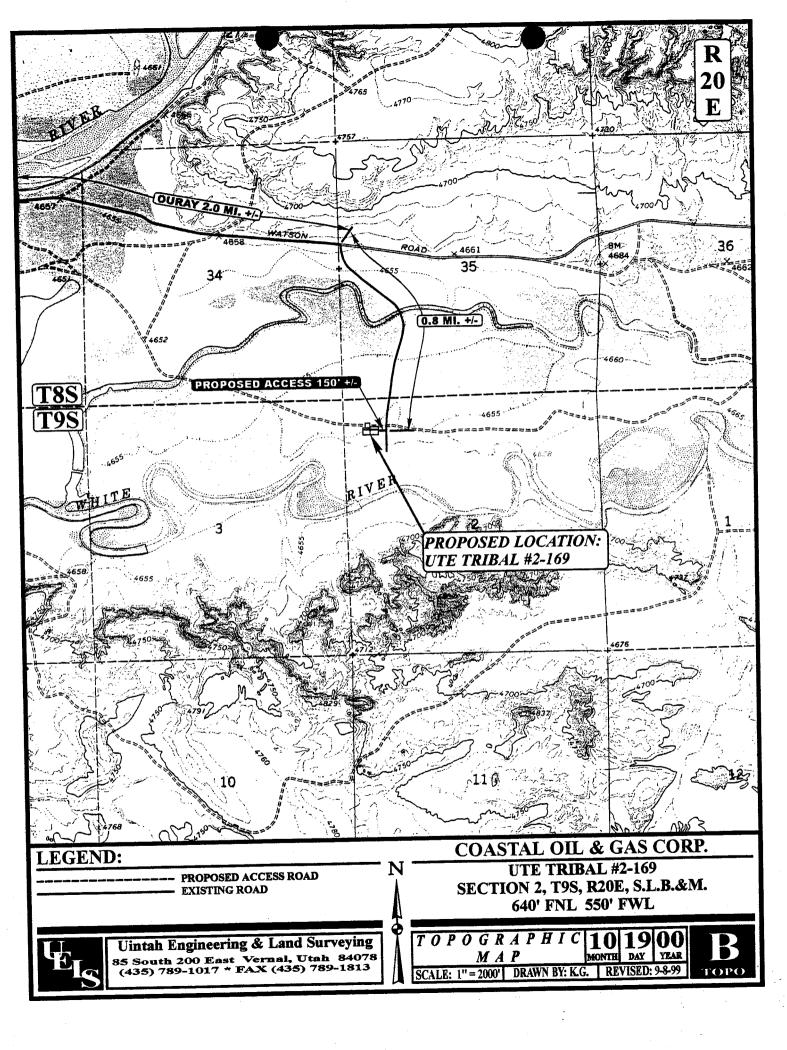
The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

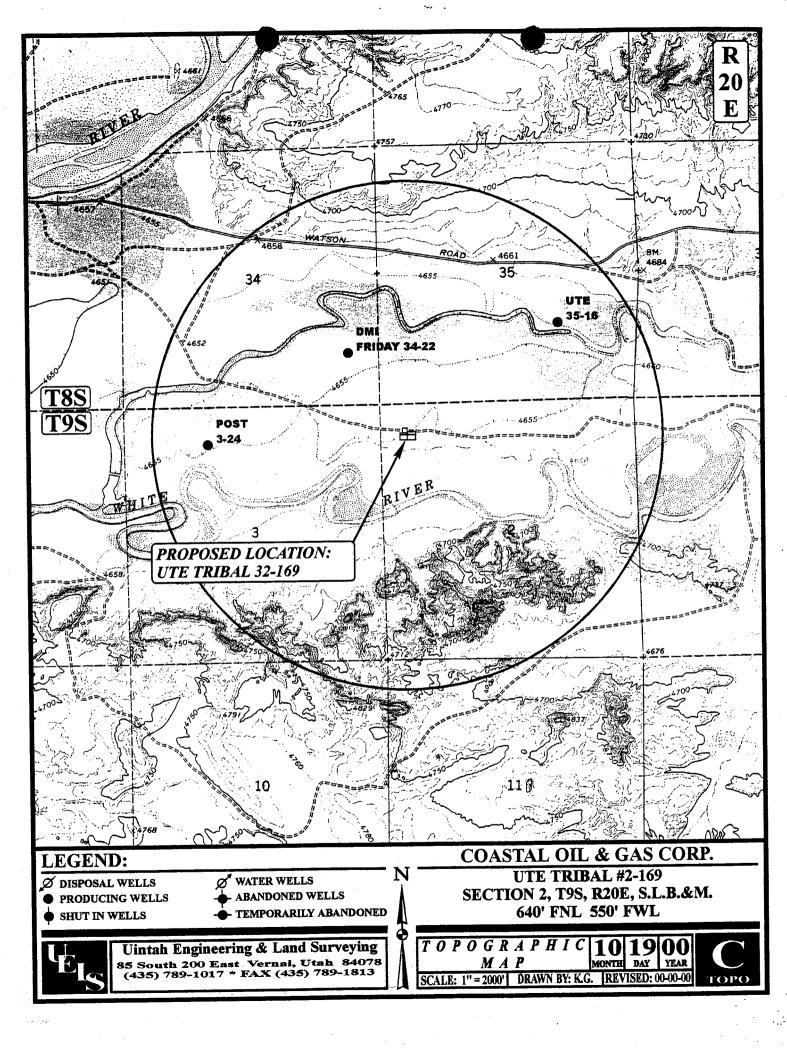
Coastal Oil & Gas Corporation is considered to be the operator of the subject well. Coastal Oil & Gas Corporation agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands. Bond coverage pursuant to 43 CFR 3104 for the lease activities is being provided by Coastal Oil & Gas Corporation Bond #102103, BLM Nationwide Bond #U-605382-9, and BIA Nationwide Bond #114066-A.

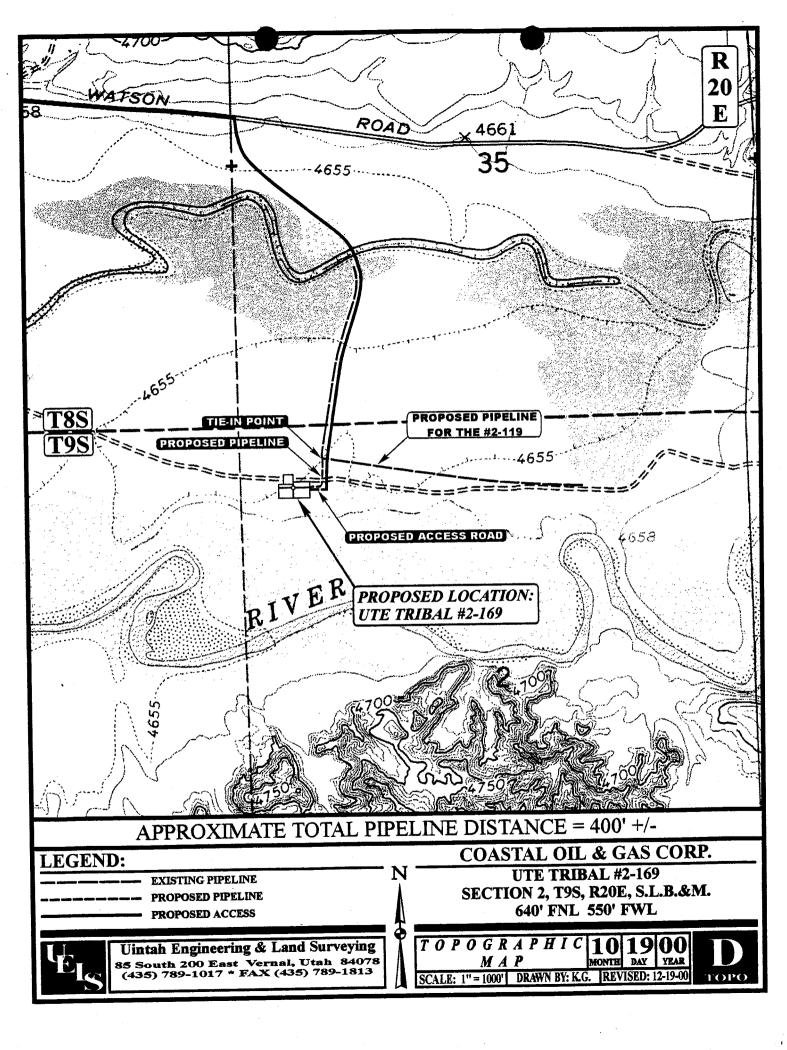
I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

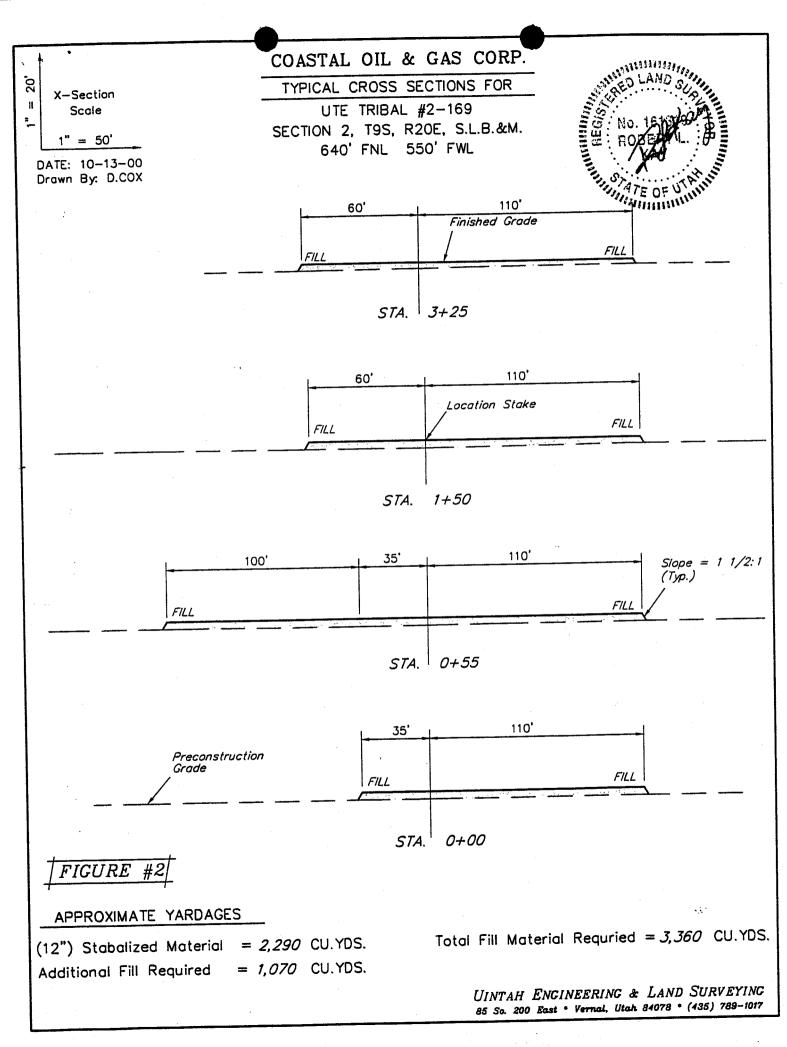
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Chellamen	2/28/01
Cheryl Cameron	Date

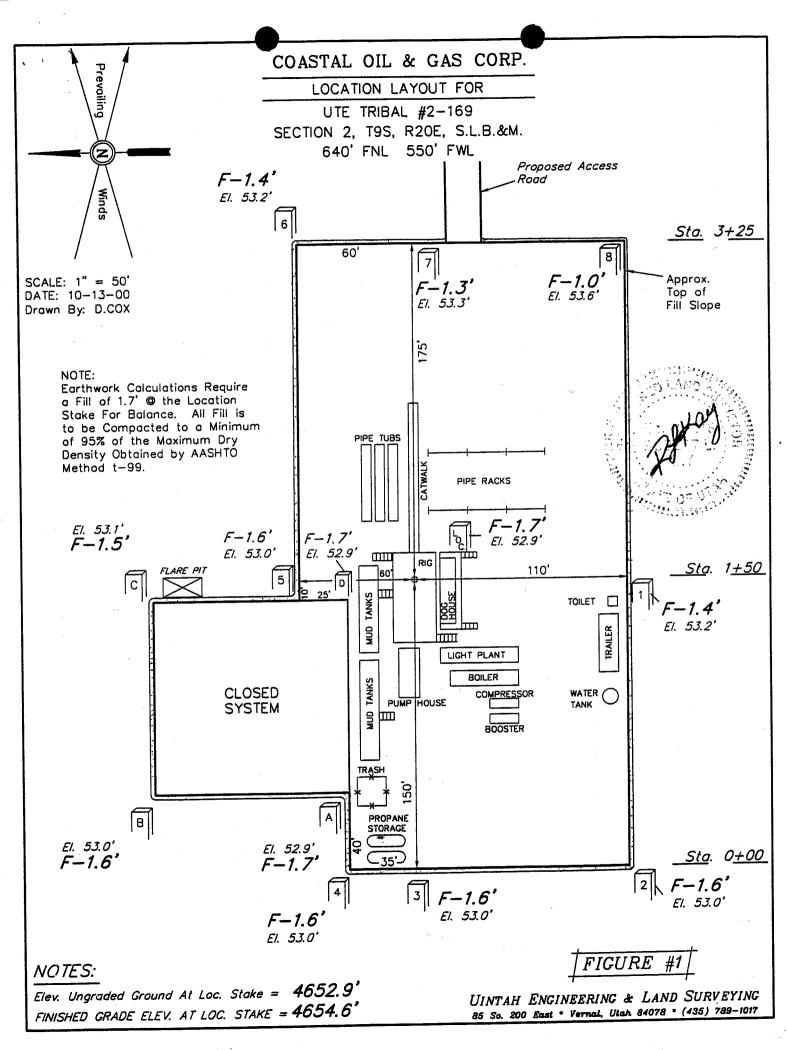




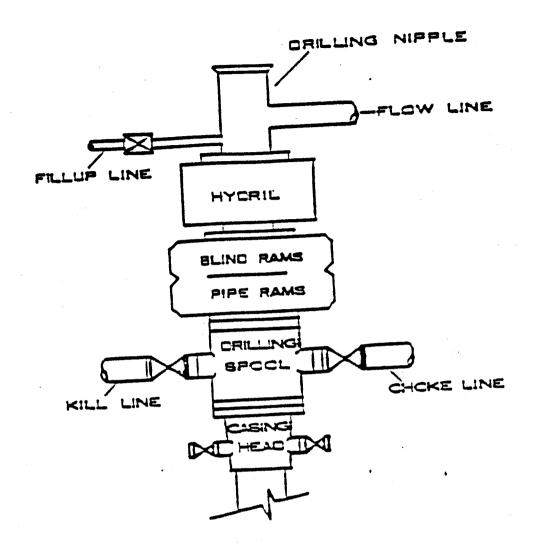


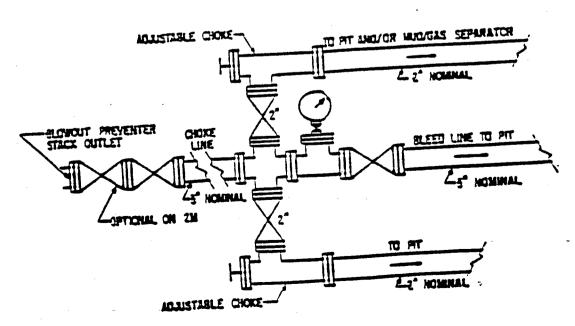






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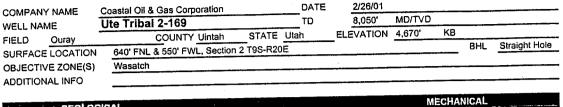


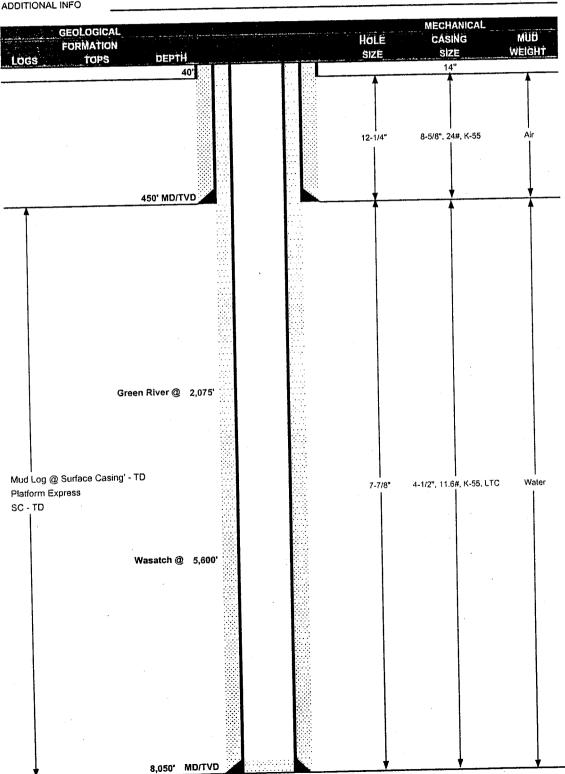


# COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

COMPANY NAME	Coastal Oil & Gas Corp	oration		DATE	2/26/01			
WELL NAME	Ute Tribal 2-169			TD	8,050	MD/TVD		
FIELD Ouray	COUNTY	Uintah	STATE Ut	ah	ELEVATION	4,670'	KB	01 1111111
SURFACE LOCATION	640' FNL & 550' FW	L, Section	2 T9S-R20E				BHL	Straight Hole
OBJECTIVE ZONE(S)	Wasatch							
ADDITIONAL INFO								
						R.	IECHANICAL	
GEOLO	GICAL				HoLE		CASING	MUB
FORMA					SIZE		SIZE	WEIGHT
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Platform Express					1.77	7-1/2	1, 11.01, 10-50, 2	1
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# COASTAL OIL & GAS CORPORATION DRILLING PROGRAM





# COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

#### CASING PROGRAM

					ESIGN FACT			
	SIZE	INTERVAL	Ŵť.	GR.	CPLG.	BURST	COLLAPSE	TENSION
CONDUCTOR	14"	0-40'					1	
	}	·	1		1	2950	1370	263000
SURFACE	8-5/8"	0-450'	24#	K-55	STC	11.69	6.51	4.33
SUNI ACE	1 00.0		1			5350	4960	180000
PRODUCTION*	4-1/2"	0-TD	11.6#	K-55	LTC	1.88	1,18	1.26
PRODUCTION	7-112							

- 1) Maximum Anticipated Surface Pressure (MASP) (Conductor and Surface Casings) = (Frac Gradient at Shoe Gas Gradient (0.115 psi/ft))(TVD)
- 2) MASP (Int Casing) = Pore Pressure at Next Casing Point (Gas Gradient x TVD of Next Casing Point x 0.67) (Mud Weight x TVD x 0.052 x 0.33)
- 3) MASP (Prod Casing) = Pore Pressure (Gas Gradient x TVD of Production Interval)

(Burst Assumptions: FG @ 8-5/8" shoe = 13.0 ppg, Max Pore Pressure = 9.0 ppg EMW)

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing, 50,000 lbs overpull)

#### CEMENT PROGRAM

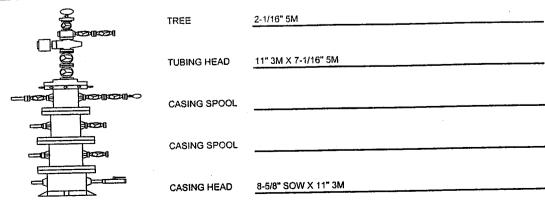
		FT. OF FILL	DESCRIPTION	SACKS	EXCESS*	WEIGHT	AIELD.
SURFACE		450	Class G + 2% CaCl <sub>2</sub> + 0.25 lb/sk Cello	230	35%	15.80	1.17
331			Flake				
PRODUCTION	LEAD	5,900'	Premium Lite II + 3 lb/sk CSE	770	100%	11.00	3.44
			+ 0.5% Sodium Metasilicate				
			+ 10% Gel + 0.25 lb/sk Cello Flake				
			+ 3% Sait + 3 lb/sk Kol Seal				
	TAIL	2,150'	50/50 POZ + 0.1% R-3 + 1% EC-1	700	75%	14.5	1.23
			+ 0.2% Sodium Metasilicate				
			+ 2% Gel + 0.5% FL-25				
			+ 3% Salt	ļ			

or 15% over caliper log

### FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, float collar. Centralize first 3 joints & every other joint to surface with bow spring centralizers. Thread lock FE up to & including pin end of FC.	
PRODUCTION	Guide shoe, 1 jt, float collar. Centralize first 3 joints & every other joint to top of tail cement with bow spring centralizers.	

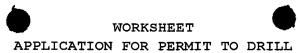
#### WELLHEAD EQUIPMENT



# COASTAL OIL & GAS CORPORATION DRILLING PROGRAM

### BIT PROG

GRAM					•	
		ROCK BIT & PC	r bit bbn	GHAM		
THE	Tale 1	BIT MEG & MODE	Men I	SERIAL	NZLS	COMMENTS
INTERVAL	and the same of th	Various	- Orw			
Surface Hole	12-1/4"	Valious		-	<del> </del>	
2 12	7 7:01	SEC XS44	400	New	16-16-16	
Surf Csg - TD	7-7/8"	3EU A344		11077		
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If an additional bit is re	equired use anoth	er msert.			<del></del>	
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GICAL DATA						
LOGGING:						
	Depth	180 m Day 100 (31 M)		Log 1	ype	
		م كال يتكون مستحديث من المعادد المراد و في	nanti liikk-manyiya	Platform		
	SC - TD					
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	SC - TD					
MUD LOGGER:	As per Geo	logy		····		
SAMPLES:	NA NA					
CORING:	NA NA					
DST:	1975					
OCRAM						
ROGRAM						
		W	ATER		ji.	
DEPTH	TYPE	MUD WT L	OSS	viscosim	Kirmanian	TREATMENT
SC-TD	Water	Water	NC	27		Polymer, Gyp
	-					<u> </u>
	· · · · · · · · · · · · · · · · · · ·					
		<u> </u>				
						<u> </u>
Circulate hole until o	lean @ TD. Spot	brine pill at TD for ca	sing. Elimir	ate corros	ion chemicals.	
Monitor corrosion w	ith coupons.					
WOTHER COTTOSION W	555,5					
IONAL INFORMATION						
IONAL INCOMINATION						
Taet reging head to 75	50 osi after installing	. Test surface casing to	1,500 psi prio	r to drilling o	ut.	
5055 448 314 with o	no appular and 2 rat	ns Test to 3,000 psi (ar	nular to 1,500	) psi) prior to	drilling out. Re	cord on chart recorder &
tour short Eurober t	est rams on each tri	p. Maintain safety valve	& inside BOP	on rig floor a	at all times. Kell	y to be equipped with upp
	eat rains on each in					
& lower kelly valves.	and 4500! Maximum	n allowable bole angle is	5 degrees.			
Run Totco surveys ev	ery 1500. Maximur	n allowable hole angle is	J 359,000.			
						<del> </del>
					DATE:	
ECT ENGINEER:	<u> </u>	Via				
	Christa `	YIN			DATE	
ECT MANAGER:						
	Darrell N	<i>M</i> oinar				



APD RECEIVED: 03/12/2001	API NO. ASSIGN	ED: 43-047-3397	17
WELL NAME: UTE TRIBAL 2-169  OPERATOR: COASTAL OIL & GAS CORP ( N0230 )  CONTACT: CHERYL CAMERON	PHONE NUMBER: 4	35-781 <b>-</b> 7023	
PROPOSED LOCATION:	INSPECT LOCATN	BY: / /	
NWNW 02 090S 200E SURFACE: 0640 FNL 0550 FWL	Tech Review	Initials	Date
BOTTOM: 0640 FNL 0550 FWL UINTAH	Engineering		
NATURAL BUTTES ( 630 )	Geology		
LEASE TYPE: 2-Indlen	Surface		
PROPOSED FORMATION: WSTC  RECEIVED AND/OR REVIEWED:	LOCATION AND SITI	NG:	
Plat Bond: Fed[] Ind[2] Sta[] Fee[] (No. 114066-A )  Potash (Y/N)  Y Oil Shale (Y/N) *190-5 (B) or 190-3  Water Permit (No. 43-8496 )  RDCC Review (Y/N) (Date: )  NA Fee Surf Agreement (Y/N)	Drilling Uni Board Cause Eff Date: Siting: 4/60	General  rom Qtr/Qtr & 920'  Exception  t No: 173/3/	8/320') F. 920' between
STIPULATIONS: ON SEDERAL APPROVA			
C			

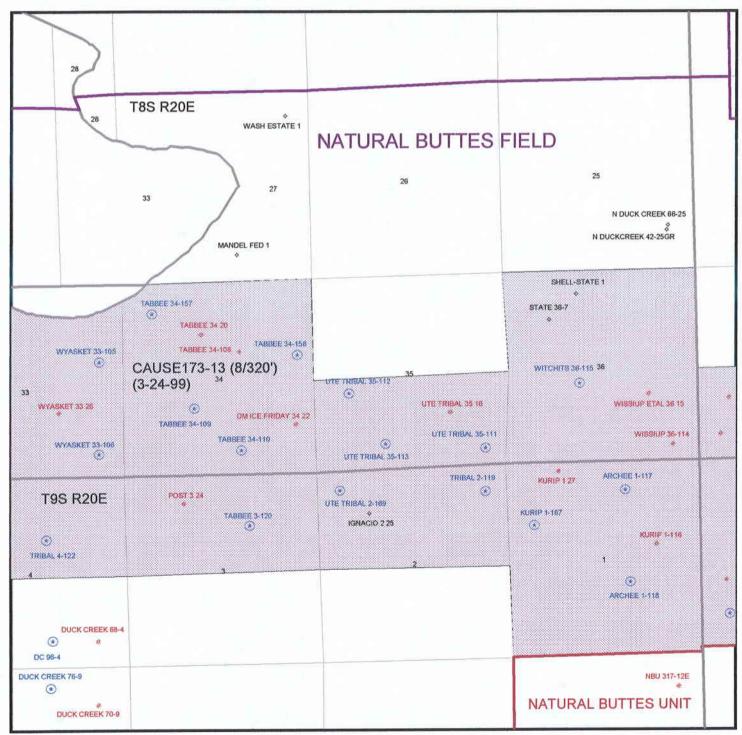


OPERATOR: COASTAL O&G CORP (N0230)

SEC. 2, T9S, R20E

FIELD: NATURAL BUTTES (630)

COUNTY: UINTAH CAUSE: 173-13 / 8/320'





State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

March 15, 2001

Coastal Oil & Gas Corporation PO Box 1148 Vernal, UT 84078

Re:

Ute Tribal 2-169 Well, 640' FNL, 550' FWL, NW NW, Sec. 2, T. 9 South, R. 20 East,

Uintah County, Utah

### Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-33977.

Sincerely,

John R. Baza

 $^{l}$  Associate Director

er

Enclosures

cc:

**Uintah County Assessor** 

Bureau of Land Management, Vernal District Office

Operator:	Coastal Oil & Gas Corporation			
Well Name & Number	J	Jte Tribal 2-169		
API Number:	43-047-33977			
Lease:				
Location: NW NW	Sec. 2	T. 9 South	<b>R.</b> 20 East	

### **Conditions of Approval**

#### 1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

### 2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

### 3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 5. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

Torm 3160-3 (August 1999)

# DEPARTN T OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB NO. 1004-0136 Expires: November 30, 2000

APPLICATION FOR PERMIT TO DRILL OR REENTER				5. Lease Serial No. 14-20-H62-3000		
1a. Type of Work X DRILL REENTER				6. If Indian, Allotee or Tribe Name		
1b. Type of Well Oil Well X Gas Well Other	e 7	7. Unit or CA Agreement Name and No.				
2. Name of Operator  Coastal Oil & Gas Corporation  3a. Address   3b. Phone No. (include area code)				8. Lease Name and Well No. Ute Tribal #2-169		
3a. Address P.O. Box 1148, Vernal, UT 84078		(435) 781-7023		. API Well No.		
4. Location of Well (Report location clearly and in accordance with any S	State equ	uirements)*	10	Field and Pool, or I	Exploratory	
At surface NW/NW 640' FNL & 550' FWL				Ouray 11. Sec., T., R., M., or Blk. and Survey or Are		
At proposed prod. zone			Lot 4, Sec. 2, T9S, R20E			
14. Distance in miles and direction from nearest town or post office*			12	County or Parish	13.State	
2.0 Miles southeast of	Ouray	. Utah	i	intah	UT	
15. Distance from proposed*			17. Spaci	7. Spacing Unit dedicated to this well		
location to nearest property or lease line, ft. 550 (Also to nearest drg. unit line, if any)		160.83		325.45		
18. Distance from proposed location* to nearest well, drilling, completed,	well, drilling, completed,		20.BLM/BIA Bond No. on file			
applied for, on this lease, ft. Refer to Topo C		8050'	-	BIA #114066-A		
21. Elevations (Show whether DF, KDB, RT, GL, etc.		22. Approximate date work will start* 23. Estimated duration		ation		
4652.9' Ungraded GL		Upon Approval		To Be	Determined	
	24. Att	tachments				
The following, completed in accordance with the requirements of Onshore C	Oil and C	Gas Order No. 1, shall be attache	d to this f	orm:		
<ol> <li>Well plat certified by a registered surveyor.</li> <li>A Drilling Plan</li> <li>A Surface Use Plan (if the location is on National Forest System Lands, SUPO shall be filed with the appropriate Forest Service Office).</li> </ol>	, the	<ol> <li>Bond to cover the operation of the second of</li></ol>		·		
25. Signuature	Name (	(Printed/Typed)		Date		
hul anem	Cher	Cheryl Cameron			2/28/01	
Title Carrier Devilations Analysis						
Senior Regulatory, Analyst Approved by (Signauty)	Name (	(Printed/Typed)		Date	/	
Musik Claury F	rumo	amo (1 i naew 1 ypeu)		03	126/2001	
Title Assistant Field Manager Mineral Resources	Office	NOTICE OF APPROVAL 2				
Application approved does not warrant or certify that the applicant holds le	and or a	quitable title to those rights in t	he cubiect	leace which would	entitle the annlicant to	

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Conditions of approval, if any, are attached.

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowlingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

\*(Instructions on Reverse)

RECEIVED

RECEIVED

MAR 0 5 2001

MAR 2 8 2001

DIVISION OF OIL, GAS AND MINING

CONDITIONS OF APPROVAL ATTACHED

COAs Page 1 of <u>5</u> Well No.: Ute Tribal #2-169

# CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Coastal Oil and Gas Corp.	-
Well Name & Number: <u>Ute Tribal #2-169</u>	
API Number: <u>43-047-33977</u>	_
Lease Number: <u>14-20-H62-3000</u>	_
Location: NWNW Sec. 2 T.9S R. 20E	
Agreement:	

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

### **CONDITIONS OF APPROVAL**

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

### A. DRILLING PROGRAM

1. <u>Estimated Depth at Which Oil, Gas, Water, or Other Mineral Bearing Zones are Expected to be Encountered</u>

Report <u>ALL</u> water shows and water-bearing sands to or Pete Sokolosky of this office **prior to setting the next casing string or requesting plugging orders**. Faxed copies of State of Utah form OGC-8-X are acceptable.

#### 2. Pressure Control Equipment

The variances requested in section 9 of the NBU Field SOP are granted with the following conditions:

Where the location and rig layout allows, the blooie line shall be straight and extend 100' from the wellbore. This requirement will be waived only in the case

COAs Page 2 of <u>5</u> Well No.: Ute Tribal #2-169

### where the location is too small to accommodate it.

### 3. Casing Program and Auxiliary Equipment

None

### 4. Mud Program and Circulating Medium

None

### 5. Coring, Logging and Testing Program

Daily drilling and completion progress reports shall be submitted to this office on a weekly basis.

### A Cement Bond Logs will be required from TD to the surface casing shoe.

### 6. Notifications of Operations

<u>Immediate Report</u>: Spills, blowouts, fires, leaks, accidents, or any other unusual occurrences shall be promptly reported in accordance with the requirements of NTL-3A or its revision.

### 7. Other Information

If you fail to comply with this requirement in the manner and time allowed, you shall be liable for a civil penalty of up to \$10,000 per violation for each day such violation continues, not to exceed a maximum of 20 days. See Section 109(c)(3) of the Federal Oil and Gas Royalty Management Act of 1982 and the implementing regulations at Title 43 CFR 3162.4-1(b)(5)(ii).

APD approval is valid for a period of one (1) year from the signature date. An extension period may be granted, if requested, prior to the expiration of the original approval period.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman (435) 789-7077 (HOME) (435) 646-1685 (PAGER)

Petroleum Engineer

Kirk Fleetwood (435) 789-6858 (HOME) (435) 646-1678 (PAGER)

Petroleum Engineer

BLM FAX Machine (435) 781-4410

COAs Page 3 of <u>5</u> Well No.: Ute Tribal #2-169

# SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

Coastal Oil and Gas Corporation (Coastal) will assure the Ute Tribe that any/all contractors and subcontractors have acquired a current Tribal Business License and have updated "Access Permits" prior to construction. All Coastal personnel, contractors and subcontractors will have these permits in their vehicles at all times. Companies that have not complied with this COA will be in violation of the Ute Tribal Business License Ordinance, and will be subject to fines and penalties.

Coastal employees, representatives, and/or authorized personnel (subcontractors) shall not carry firearms on their person or in their vehicles while working on the Uintah and Ouray Indian Reservation.

Coastal employees and/or authorized personnel (subcontractors) in the field will have approved applicable APDs and/or ROW permits/authorizations on their person(s) during all phases of construction.

Coastal will notify the Ute Tribe and Bureau of Indian Affairs (BIA) in writing of any requested modification of APDs or Rights-Of Way (ROW). Coastal shall receive written notification of authorization or denial of the requested modification. Without authorization, Coastal will be subject to fines and penalties.

The Ute Tribe Energy & Minerals Department shall be notified in writing 48 hours in advance of any construction activity. The Ute Tribal office is open Monday through Thursday. A Tribal Technician is to routinely monitor construction. Coastal shall make arrangements with the Ute Energy & Minerals Department for all monitoring that will exceed regular working hours for Tribal Technicians. A qualified Archaeologist accompanied by a Tribal Technician will monitor any trenching required for the construction of the pipeline. Coastal is to inform contractors to maintain construction of the pipelines within approved 60 foot right of ways.

A corridor ROW, 60 feet wide, shall be granted for pipeline and part of that ROW would be shared with the access road. The constructed travel width of the access road will be limited to 18 feet. Upon authorization by the Ute Tribe Energy & Minerals Department, the ROW may be wider where sharp curves; deep cuts and fills occur; or, where intersections with other roads are required. Upon completion of each pipeline in the corridor an adequate description of the pipeline will be filed with the Ute Tribe Energy & Minerals Department.

Upon completion of the pertinent APD and ROWs, Coastal will notify the Ute Tribe Energy & Minerals Department for a Tribal Technician to verify the Affidavit of Completion.

Production waters, oil, and other byproducts shall not be placed on access roads or the well pad.

All vehicular traffic, personnel movement, construction and restoration operations will be confined to the areas examined and approved and to the existing roadways and/or evaluated access routes.

COAs Page 4 of <u>5</u> Well No.: Ute Tribal #2-169

Coastal will implement "Safety and Emergency Plan" and ensure plan compliance.

Coastal shall stop construction activities and notify personnel from the Ute Tribe Energy & Minerals Department and BIA if cultural remains including paleontologic resources (vertebrate fossils) are exposed or identified during construction. The Ute Tribe Department of Cultural Rights and Protection and the BIA will provide mitigation measures prior to allowing construction.

Coastal employees and/or authorized personnel (subcontractors) will not be allowed to collect artifacts and paleontologic fossils. No significant cultural resources shall be disturbed.

Coastal will control noxious weeds on the well site and ROWs. Coastal will be responsible for noxious weed control if weeds spread from the project area onto adjoining land.

Reserve pits will be lined with an impervious synthetic liner. About 17 rods of fence will be constructed around the reserve pit until it is backfilled. Prior to backfilling the reserve pit, all fluids will be pumped from the pit into trucks and hauled to approved disposal sites. When the reserve pits are backfilled, the surplus oil and mud, etc., will be buried a minimum of 3 feet below the surface of the soil.

A closed system will be used during production. This means that production fluids will be contained in leak-proof tanks. All production fluids will be disposed of at approved disposal sites.

Because this well is considered a floodplain well, Coastal shall use a closed loop drilling system and follow the floodplain requirements as stated in the APD.\*

Buried pipelines shall be buried a minimum of 3 feet below the soil surface. After construction is completed the disturbed area shall be contoured to blend into the natural landscape and be reseeded between September 15 and November 1 of the year following construction with perennial vegetation seed mixture provided by the BIA or Ute Tribe.

Before the site is abandoned, Coastal will be required to restore the well site and ROWs to near their original state. The disturbed areas will be reseeded with desirable perennial vegetation.

Soil erosion will be mitigated by reseeding all disturbed areas.

Floodplain Stipulations have been incorporated into the APD. The following attachment is a list of them from some other Floodplain Onsites in September 2000.

The following Surface Protection / Rehabilitation conditions also apply for Coastal wells in the floodplains:

- -Coastal will strictly follow the procedures approved for down hole drilling operations.
- -Coastal's Construction activities will be monitored by Tribal Technicians and BIA.

COAs Page 5 of <u>5</u> Well No.: Ute Tribal #2-169

- -Coastal will not conduct drilling operations or construction activities in the 100 year floodplains during seasonal high water conditions.
- -Coastal will design and construct well pads and roads so as not to impede surface water flow or interfere with fish movements during high water seasons. Also locations shall have drainage designed and installed to allow for natural flow movement of receding floodwaters. The tundra pad, and gravel base will be installed across floodplain areas for well pads and well locations and removed by Coastal or Coastal's subcontractors prior to seasonal high water conditions.
- -Coastal will periodically pressure test all buried pipelines which cross floodplain habitat to ensure that the buried pipelines are free of leaks and are in good condition.
- -If the river channel moves within 100 feet of the well head, the Coastal shall shut the well in and plug it immediately unless geologic or hydro-morphology survey determines that the well head is not of risk for damage from the river.
- -Coastal shall conduct production sampling and report quarterly gas production.
- -The Coastal Floodplain Wells shall have a dual pipeline system consisting of a flowline and a pressure relief line. The installation of the pipeline system for each of these wells is limited to a one time excavation.
- -All Coastal central tank batteries must be constructed outside of the flood plain.
- -Coastal shall use a closed loop drilling system.
- -Coastal shall build and maintain well pads and roads at natural ground level.
- -Coastal will elevate above ground well heads and Coastal will use telemetry to control flow and shut down of production in emergency situations.
- -Coastal will conduct or have subcontractors conduct routine monitoring of soil and water quality for contamination.
- -Coastal will maintain daily surveillance of the production operations through the use of Electronic flow meters.

# STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING			5. LEASE DESIGNATION AND SERIAL NUMBER:	
SUNDRY NOTICES AND REPORTS ON WELLS			6. IF INDIAN, ALLOTTEE OR TRIBE NAME:	
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.			7. UNIT or CA AGREEMENT NAME:  8. WELL NAME and NUMBER:	
1. TYPE OF WELL OIL WELL GAS WELL OTHER			Exhibit "A"	
2. NAME OF OPERATOR:	9. APINUMBER:			
3. ADDRESS OF OPERATOR:	o Production Oil & Gas	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:	
	ıy Vernal sıate Utah	ZIP 84078 435-789-4433		
4. LOCATION OF WELL FOOTAGES AT SURFACE:		· 1000 1 100 100 100 100 100 100 100 100	COUNTY:	
QTR/QTR, SECTION, TOWNSHIP, RA	NGE, MERIDIAN:		STATE: UTAH	
11. CHECK APP	ROPRIATE BOXES TO INDIC	ATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA	
TYPE OF SUBMISSION		TYPE OF ACTION		
NOTICE OF INTENT	ACIDIZE	DEEPEN FRACTURE TREAT	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL	
(Submit in Duplicate)  Approximate date work will start:	ALTER CASING CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON	
representate data from the data	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR	
**************************************	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL	
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF	
Date of work completion:	COMMINGLE PRODUCING FORMATION	NS RECLAMATION OF WELL,SITE	X OTHER: Name Change	
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION		
12. DESCRIBE PROPOSED OR C	OMPLETED OPERATIONS. Clearly show a	all pertinent details including dates, depths, volum	nes, etc.	
		Coastal Corporation and	·	
		on, the name of Coastal		
has been change		on Oil & Gas Company effe	ctive March 9, 2001.	
	See	Exhibit "A"		
Bond # 400JU07				
Coast NAME (PLEASE PRINT)  John	al Oil & Gas Corporati T/Elzagr	Lon TITLE Vice Presid	ent	
SIGNATURE	'S	DATE 06-15-01		
E1 Pa	aso Production Oil & Ga	as Company		
	T_Elzner	TITLE Vice President	lent	
SIGNATURE		DATE 06-15-01		
	()			
(This space for State use only)			RECEIVED	

JUN 19 2001

# State of Delaware

# Office of the Secretary of State

PAGE 1

I, HARRIET SMITH WINDSOR, SECRETARY OF STATE OF THE STATE OF DELAWARE, DO HEREBY CERTIFY THE ATTACHED IS A TRUE AND CORRECT COPY OF THE CERTIFICATE OF AMENDMENT OF "COASTAL OIL & GAS CORPORATION", CHANGING ITS NAME FROM "COASTAL OIL & GAS CORPORATION" TO "EL PASO PRODUCTION OIL & GAS COMPANY", FILED IN THIS OFFICE ON THE NINTH DAY OF MARCH, A.D. 2001, AT 11 O'CLOCK A.M.



1UN 13 2001

DIVISION OF DIL. GAS AND MINING



Darriet Smith Windson, Secretary of State

AUTHENTICATION: 1061007

DATE: 04-03-01

0610204 8100

010162788

### CERTIFICATE OF AMENDMENT

OF

### CERTIFICATE OF INCORPORATION

COASTAL OIL & GAS CORPORATION (the "Company"), a corporation organized and existing under and by virtue of the General Corporation Law of the State of Delaware, DOES HEREBY CERTIFY:

FIRST: That the Board of Directors of the Company, by the unanimous written consent of its members, filed with the minutes of the Board, adopted a resolution proposing and declaring advisable the following amendment to the Certificate of Incorporation of the Company:

RESOLVED that it is deemed advisable that the Certificate of Incorporation of this Company be amended, and that said Certificate of Incorporation be so amended, by changing the Article thereof numbered "FIRST." so that, as amended, said Article shall be and read as follows:

"FIRST. The name of the corporation is El Paso Production Oil & Gas Company."

SECOND: That in lieu of a meeting and vote of stockholders, the stockholders entitled to vote have given unanimous written consent to said amendment in accordance with the provisions of Section 228 of the General Corporation Law of the State of Delaware.

THIRD: That the aforesaid amendment was duly adopted in accordance with the applicable provisions of Sections 242 and 228 of the General Corporation Law of the State of Delaware.

IN WITNESS WHEREOF, said COASTAL OIL & GAS CORPORATION has caused this certificate to be signed on its behalf by a Vice President and attested by an Assistant Secretary, this 9th day of March 2001.

COASTAL OIL & GAS CORPORATION

David L. Siddall

Vice President

Attest:

Margaret E. Roark, Assistant Secretary

STATE OF DELAWARE SECRETARY OF STATE DIVISION OF CORPORATIONS FILED 11:00 AM 03/09/200.

IUN 19 2001



# United States Department of the Interior

### **BUREAU OF LAND MANAGEMENT**

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

# RECEIVED

JUL 1 2 2001

DIVISION OF OIL, GAS AND MINING

In Reply Refer To: 3106 UTSL-065841 (UT-924)

JUL 1 0 2001-

### NOTICE

El Paso Production Oil & Gas Company

Oil and Gas

Nine Greenway Plaza Houston TX 77046-0095

### Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of <u>Coastal Oil & Gas Corporation</u> into <u>El Paso Production Oil & Gas Company</u> with <u>El Paso Production Oil & Gas Company</u> being the surviving entity.

For our purposes, the name change is recognized effective March 9, 2001.

The oil and gas lease files identified on the enclosed exhibit have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entitities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Coastal Oil & Gas Corporation to El Paso Production Oil & Gas Company. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Wyoming and Colorado.

Opolonia L. Abeyta Acting Chief, Branch of Minerals Adjudication

#### Enclosure

1. Exhibit of Leases (1 pp)

cc:

Moab Field Office

Vernal Field Office

MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217

State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114

Teresa Thompson (UT-922) Joe Incardine (UT-921)



## United States Department of the Interior BUREAU OF INDIAN AFFAIRS

**Uintah and Ouray Agency** P. O. Box 130 988 South 7500 East

Fort Duchesne, Utah 84026-0130

Phone: (435) 722-4300

Fax: (435) 722-2323

IN REPLY REFER TO: Minerals and Mining Phone: (435) 722-4310 Fax: (435) 722-2809

August 16, 2001

El Paso Production Company Attn: Elizabeth R. Williams Nine Greenway Plaza Houston, TX 77046-0995

Dear Mrs. Williams:

We are in receipt of the corporate documentation for the name change from Coastal Oil & Gas Corporation to El Paso Production Oil and Gas Company.

All documents appear to be in order, and the approval is hereby authorized to change all records, including change of operator of certain oil and gas wells, Rights-of-Way, Communitization Agreements, Oil and Gas Leases, Exploration and Development Agreements, etc. from Coastal Oil & Gas Corporation to "El Paso Production Oil and Gas Company".

Approval of this name change is August 16, 2001, but effective on March 9, 2001. If you have any questions, please do not hesitate to contact this office.

Respectfully,

**Acting Superintendent** 

RECEIVED

AUG 2 2 2001

**DIVISION OF** OIL, GAS AND MINING

(R649-8-10) Sundry or legal documentation was received from the NEW operator on:

Is the new operator registered in the State of Utah:

The new company has been checked through the Department of Commerce, Division of Corporations Database on:

YES

Business Number:

#### **OPERATOR CHANGE WORKSHEET**

6-FILE

Enter date after each listed item is completed

Change of Operator (Well Sold)

Designation of Agent

3. JLT

06/19/2001

608186-0143

06/21/2001

Operator Name Change (Only)

X Merger

FROM: (Old Operator):			<b>TO:</b> ( Ne	ew Operator):	,		
COASTAL OIL & GAS CORPO	RATION		EL PASO PRODUCTION OIL & GAS COMPANY				PANY
Address: 9 GREENWAY PLAZ				9 GREENWA			
HOUSTON, TX 77046-0995	<u> </u>		HOUSTO	N, TX 77046-0	0995		
Phone: 1-(713)-418-4635			Phone:	1-(832)-676-4	<del>1</del> 721		
Account N0230			Account	N1845			
	CA	No.	Unit:		<del></del>		
WELL(S)	CA	110.	Onit.	<u> </u>			
		API	ENTITY	SEC TWN	LEASE	WELL	WELL
NAME		NO	NO	RNG	TYPE	TYPE	STATUS
UTE ALLOTTED 2-18A3	(9C-132)	43-013-30354	5915	18-01S-03W	INDIAN	ow	S
TABBEE 34-157	(9C-207)	43-047-33969	99999	34-08S-20E	INDIAN	GW	APD
TABBEE 34-158	(9C-207)	43-047-33980	99999	34-08S-20E	INDIAN	GW	APD
WISSIUP 36-186	(CR-I-219)	43-047-34033	99999	36-08S-20E	INDIAN	GW	APD
WITCHITS 36-187	(CR-I-219)	43-047-34003	99999	36-08S-20E	INDIAN	GW	APD
WITCHITS 36-199	(CR-I-219)	43-047-34004	99999	36-08S-20E	INDIAN	GW	APD
SERAWOP 34-189	(9C-178)	43-047-33976	13248	34-08S-21E	INDIAN	GW	DRL
MOUNTAIN LION 34-178	(9C-178)	43-047-33975	99999	34-08S-21E	INDIAN	GW	APD
KURIP 1-167	(CR-168)	43-047-33974	99999	01-09S-20E	INDIAN	GW	APD
UTE TRIBAL 2-169		43-047-33977	99999	02-09S-20E	INDIAN	GW	APD
TRIBAL 2-168		43-047-34120	99999	02-09S-20E	INDIAN	GW	APD
UTE TRIBAL 4-123	(9C-191)	43-047-34086	99999	04-09S-20E	INDIAN	GW	APD
PAWWINNEE 3-181	(9C-186)	43-047-34019	99999	03-09S-21E	INDIAN	GW	APD
OURAY 5-182	(CR-4)	43-047-33998	99999	05-09S-21E	INDIAN	GW	APD
UTE TRIBAL 6 1	(CR-12)	43-047-30667	185	06-09S-22E	INDIAN	GW	P
TRIBAL 6-64	(CR-12)	43-047-33338	12676	06-09S-22E	INDIAN	GW	P
TRIBAL 6-135	(CR-12)	43-047-33456	12712	06-09S-22E	INDIAN	GW	P
UTE TRIBAL 6-138	(CR-12)	43-047-33457	12716	06-09S-22E	INDIAN	GW	P
TRIBAL 6-139		43-047-33458	99999	06-09S-22E	INDIAN	GW	APD
UTE TRIBAL 6-140	(CR-12)	43-047-33459	99999	06-09S-22E	INDIAN	GW	APD

5.	If <b>NO</b> , the operator was contacted contacted on:  N/A
6.	Federal and Indian Lease Wells: The BLM and or the BIA has approved the (merger, name change, or operator change for all wells listed on Federal or Indian leases on:  08/16/2001
7.	Federal and Indian Units: The BLM or BIA has approved the successor of unit operator for wells listed on: 07/10/2001
8.	Federal and Indian Communization Agreements ("CA"): The BLM or the BIA has approved the operator change for all wells listed involved in a CA on:  08/16/2001
9.	Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:  N/A
<b>D</b> 2	ATA ENTRY:  Changes entered in the Oil and Gas Database on:  09/05/2001
2.	Changes have been entered on the Monthly Operator Change Spread Sheet on: 09/05/2001
3.	Bond information entered in RBDMS on:  N/A
4.	Fee wells attached to bond in RBDMS on:  N/A
S]	State well(s) covered by Bond No.:  N/A
T	EDERAL BOND VERIFICATION:
1.	Federal well(s) covered by Bond No.:  N/A  N/A
IN	DIAN BOND VERIFICATION:
1.	Indian well(s) covered by Bond No.: 103601473
R	EE WELLS - BOND VERIFICATION/LEASE INTEREST OWNER NOTIFICATION:
	(R649-3-1) The NEW operator of any fee well(s) listed covered by Bond No:  N/A
2.	The <b>FORMER</b> operator has requested a release of liability from their bond on:  N/A  The Division sent response by letter on:  N/A
3.	(R649-2-10) The <b>FORMER</b> operator of the Fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:
	ILMING: All attachments to this form have been MICROFILMED on:
<b>F</b> .	ILING: ORIGINALS/COPIES of all attachments pertaining to each individual well have been filled in each well file on:
	200 Corneration to FI Daso
C	OMMENTS: Master list of all wells involved in operator change from Coastal Oil & Gas Corporation to El Paso roduction Oil and Gas Company shall be retained in the "Operator Change File".
	TOURDHOIL OIL AIR GAS COMPANY CHAIR SO TOURING IN AIR CEPCIALS. CHAIR SO THE C
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# United States Department of the Interior RECEIVED

#### BUREAU OF LAND MANAGEMENT

FEB 2 2 2002

Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155

DIVISION OF OIL, GAS AND MINING

in Reply Refer To: 3106 UTU-25566 et al (UT-924)

FEB 2 1 2002

#### **NOTICE**

Westport Oil and Gas Company L.P.

Oil and Gas

410 Seventeenth Street, #2300 Denver Colorado 80215-7093

.

#### Name Change Recognized

Acceptable evidence has been received in this office concerning the name change of <u>Westport Oil</u> and <u>Gas Company, Inc.</u> into <u>Westport Oil</u> and <u>Gas Company, L.P.</u> with <u>Westport Oil</u> and <u>Gas Company, L.P.</u> being the surviving entity.

For our purposes, the name change is recognized effective December 31, 2001.

The oil and gas lease files identified have been noted as to the name change. The exhibit was compiled from a list of leases obtained from our computer program. We have not abstracted the lease files to determine if the entities affected by this name change hold an interest in the leases identified nor have we attempted to identify leases where the entities are the operator on the ground maintaining no vested recorded title or operating rights interests. We will be notifying the Minerals Management Service and all applicable Bureau of Land Management offices of the change by a copy of this notice. If additional documentation for changes of operator are required by our Field Offices, you will be contacted by them.

If you identify additional leases in which the entities maintain an interest, please contact this office and we will appropriately document those files with a copy of this Notice.

Due to the name change, the name of the principal/obligor on the bond is required to be changed from Westport Oil and Gas Company, Inc. to Westport Oil and Gas Company, L.P.. You may accomplish this either by consent of surety rider on the original bond or a rider to the original bond. The bonds are held in Colorado.

UTU-03405 UTU-20895 UTU-25566 UTU-43156 UTU-49518 UTU-49519 UTU-49522 UTU-49523

> Robert Lopez Chief, Branch of Minerals Adjudication

cc: Moab Field Office
Vernal Field Office
MMS, Reference Data Branch, MS3130, PO Box 5860, Denver CO 80217
State of Utah, DOGM, Attn: Jim Thompson (Ste. 1210), Box 145801, SLC UT 84114
Teresa Thompson (UT-922)
Joe Incardine (UT-921)

Form 3160-5 (August 1999)

#### STATES UNIT DEPARTMENT F THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

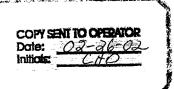
Do not use this form for proposals to drill or reenter an

FORM APPROVED
OMB No. 1004-0135
Expires Inovember 30, 2000

5. Lease Serial No.

14-20-H62-3000 6. If Indian, Allottee or Tribe Name

Do not use this	Use Form 3160-3 (APD)	for such proposals.	Ute	
aparidoried well.	Use form order of (7.1. 2)			A/Agreement, Name and/or No.
SUBMIT IN TRIPLIC	CATE – Other instru	uctions on reverse s		
1. Type of Well			8. Well Name	and No
Oil Well X Gas Well	Other			
2. Name of Operator			Ute Tribal #	
El Paso Production Oil & Gas C	Company		9. API Well N	
3a. Address		3b. Phone No. (include area	code) 43-047-339	
P.O. Box 1148 Vernal, UT 8407	78	(435) 781-7024		ool, or Exploratory Area
4. Location of Well (Footage, Sec., T., R.,	M., or Survey Description)		Natural But	
4. House a re-			11. County or I	ansh, State
NWNW Lot 4, Section 2-T9S-R			Uintah Cou	
12. CHECK A	PPROPRIATE BOX(ES) To	O INDICATE NATURE OF 1	NOTICE, REPORT, OR OT	HER DATA
TYPE OF SUBMISSION			OF ACTION	
TVB NY 11 CT 11-14	Acidize	Deepen	Production (Start/Resume)	Water Shut-Off
Notice of Intent	Alter Casing	Fracture Treat	Reclamation	Well Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	X Other APD Extension
Outbould to be a second to be a seco	Change Plans	Plug and Abandon	Temporarily Abandon	AFD Extension
Final Abandonment Notice  13. Describe Proposed or Completed Open	Convert to Injection	Plug Back	Water Disposal	
The operator requests that the may be completed.	APD for the subject w	ell be extended for an a	dditional year so that th	e drilling operations
14. I hereby certify that the foregoing is to	rue and correct	l Title		
Name (Printed/Typed)		Regulatory Analys	st	
Sheila Upchego		Date		
Bellettell II / VIIII IV	(N)	February 20, 2002	2	
Truesto Calara	THIS SI	PACE FOR FEDERAL OR STA		
Approved by		Title	Date	
Conditions of approval, if any, are attache certify that the applicant holds legal or eq	nitable title to mose rights in an	, subject tempe		
which would entitle the applicant to conductive the supplicant to conducti	o it a crime for any person	knowingly and willfully to r	nake to any department or a	gency of the United States any
false, fictitious or fraudulent statem	ients or representations as to	any nation within to justice.		
(Instructions on reverse)		Exchange of the control of the contr	<b>3**</b>	The state of the s
And the state of the second se	App	roved by the	H	ECEIVED



Oil, Gas and Mining

FEB 2 5 2002

**DIVISION OF** OIL, GAS AND MINING Form 3160-5 (August 1999)

#### STATES DEPARTMEN OF THE INTERIOR

#### BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or reenter an

Convert to Injection

false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

FORM APPROVED			
OMB No. 1004-0135			
Expires Inovember 30, 2000			

Expires	Jnov	ember	30,	2
				-

5. L	ease	Senal	No.
------	------	-------	-----

14-20-	H62-30	000
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6. If Indian, Allottee or Tribe Name

abandoned well. Use Form 3160-3 (APD) for such proposals.					
SUBMIT IN TRIPLICATE – Other instructions on reverse side				7. If Unit or CA	/Agreement, Name and/or No.
Oil Well Gas Well Gother				8. Well Name a Ute Tribal #2	
2. Name of Operator  El Paso Production Oil & Gas (	Company			9. API Well No	) <b>.</b>
3a. Address       3b. Phone No. (include area code)         P.O. Box 1148 Vernal, UT 84078       (435) 781-7024		43-047-3397 10. Field and Po	ol, or Exploratory Area		
4. Location of Well (Footage, Sec., T., R.,				Natural Butt 11. County or Pa	
ANALYSIA A CONTINUE OF THE PROPERTY OF THE PRO			Uintah Cour		
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATURE (	OF NOTICE, REP	ORT, OR OTH	ER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION		
Notice of Intent	Acidize Alter Casing	Deepen Fracture Treat New Construction	Production (S	Start/Resume)	Water Shut-Off Well Integrity Other
Subsequent Report	Casing Repair	New Construction	Temporarily	Abandon	APD Extension

13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.

Plug Back

The operator requests that the APD for the subject well be extended for an additional year so that the drilling operations may be completed.

# CONDITIONS OF APPROVAL ATTACHED 25 2002

Water Disposal

14. I hereby certify that the foregoing is true and correct		
Name (Printed/Typed) Titl	le	•
Sheila Upchego Re	gulatory Analyst	
Signa Mach Dai	te oruary 20, 2002	
THIS SPACE FOR	FEDERAL OR STATE USE	
Approved by	Petroleum Engineer	Date 3/11/02
conditions of approval, if any, are attached. Approval of this indice does not warrant of certify that the applicant holds legal or equitable title to those rights in the subject least which would entitle the applicant to conduct operations thereon.	onco	
Title 18 U.S.C. Section 1001, make it a crime for any person knowingly	and willfully to make to any departm	ent or agency of the United States any

(Instructions on reverse)

Final Abandonment Notice

# RECEIVED

MAR 19 2002

**DIVISION OF** OIL, GAS AND MINING



#### El Paso Production APD Extension

Well: Ute Tribal 2-169

Location:

Lot 4, Sec. 2, T9S, R20E

Lease: 1420-H62-3000

#### **Conditions of Approval**

An extension for the referenced APD is granted with the following condition(s):

- 1. The extension will expire 3/26/03
- 2. No other extensions beyond that time frame will be granted or allowed.

If you have any other questions concerning this matter, please contact Kirk Fleetwood at (435) 781-4486.

Form 3 160-5 (August 1999)

#### STATES UNIT DEPARTMEN ... F THE INTERIOR BUREAU OF LAND MANAGEMENT

SUNDRY NOTICES AND REPORTS ON WELLS

FORM APPROVED
OMB No. 1004-0135
Expires Inovember 30, 2000

E			1004-0135 ember 30, 2000
_	•	-	 

Expires Inovember 30, 2000	
5. Lease Serial No.	
14-20-H62-3000	
6. If Indian, Allottee or Tribe Name	
Ute	

	form for proposals to Use Form 3160-3 (APD)		ľ	<ol><li>If Indian, Allot Ute</li></ol>	tee or Tribe Name
SUBMIT IN TRIPLI	CATE – Other instru	ctions on reverse		7. If Unit or CA/	Agreement, Name and/or No.
1. Type of Well 2. Name of Operator El Paso Production Oil & Gas Of Sa. Address P.O. Box 1148 Vernal, UT 840 4. Location of Well (Footage, Sec., T., R. NWNW Lot 4-Section 2-T9S-R	78 , M., or Survey Description)	3b. Phone No. (include of (435) 781-7024	area code)	8. Well Name an Ute Tribal #2- 9. API Well No. 43-047-3397 10. Field and Pool Natural Butte 11. County or Pan Uintah, Utah	-169 7 , or Exploratory Area S
12. CHECK A	PPROPRIATE BOX(ES) TO	INDICATE NATURE (		······································	R DATA
TYPE OF SUBMISSION		TY	PE OF ACTION		
Notice of Intent  Subsequent Report  Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production (S Reclamation Recomplete Temporarily A Water Dispos	Abandon	Water Shut-Off Well Integrity Other DOGM APD Extension
13. Describe Proposed or Completed Oper If the proposal is to deepen directions Attach the Bond under which the worfollowing completion of the involved testing has been completed. Final Aldetermined that the site is ready for fin	rations (clearly state all pertinent illy or recomplete horizontally, girk will be performed or provide to operations. If the operation results and orment Notices shall be file al inspection.	ve subsurface locations are the Bond No. on file with lts in a multiple completion only after all requirements.	nd measured and true BLM/BIA. Require on or recompletion in ents, including reclar	ed subsequent reports of a new interval, a mation, have been	of the permittent markets and zones. Forts shall be filed within 30 days. Form 3160-4 shall be filed once completed, and the operator has
THE OPERATOR REQUESTS YEAR SO THAT THE DRILLIN	THAT THE APD FOR T NG OPERATIONS MAY	THE SUBJECT WE BE COMPLETED.	LL BE EXTEND	DED FOR AN	ADDITIONAL
gar) and the American Co. C. Springly and C. S	Appro	oved by the	7. <b>3</b> 		RECEIVED

COPY SENT TO OPERATOR

Utah Division of Oil, Gas and Mining

Date: 02-06-03

JAN 2 8 2003

OF OIL GAS & MINING

By:	DIV. OF OIL, GAS & WITH	
14. I hereby certify that the foregoing is true and correct  Name (Printed/Typed)  Sheila Upchego  Regu	sulatory Analyst	
Signature Date		
	EDERAL OR STATE USE	
Approved by	Title Date	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Title 18 U.S.C. Section 1001, make it a crime for any person knowingly at false, fictitious or fraudulent statements or representations as to any matter v	and willfully to make to any department or agency of the United States an within its jurisdiction.	у

(Instructions on reverse)

Form 3160-5 (August 1999)

> Type of Well Oil Well

Address

Name of Operator

Gas Well

Location of Well (Footage, Sec., T., R., M., or Survey Description)

NWNW Lot 4-Section 2-T9S-R20E 640'FNL & 550'FWL

El Paso Production Oil & Gas Company

P.O. Box 1148 Vernal, UT 84078

TYPE OF SUBMISSION

### STATES

#### DEPARTMENT OF THE INTERIOR

#### BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS

SUBMIT IN TRIPLICATE - Other instructions on reverse side

Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.

UNITA STATES  DEPARTMENT OF THE INTERIOR  BUREAU OF LAND MANAGEMENT  SUNDRY NOTICES AND REPORTS ON WELLS  not use this form for proposals to drill or reenter an indoned well. Use Form 3160-3 (APD) for such proposals.			OMB 1 Expires In  5. Lease Serial No 14-20-H62-300 6. If Indian, Allotte Ute	00 ee or Tribe Name	
IN TRIPLICATE – Other instru	ctions on reverse	e side	7. If Unit or CA/A	greement, Name and/or No.	
Gas Well Other  Oil & Gas Company		·	8. Well Name and Ute Tribal #2- 9. API Well No.		
rnal, UT 84078 otage, Sec., T., R., M., or Survey Description)	3b. Phone No. (include area code) 4078 (435) 781-7024		43-047-33977  10. Field and Pool, or Exploratory Area  Natural Buttes		
ion 2-T9S-R20E 640'FNL & 550'FV	VL	·	11. County or Paris Uintah, Utah	The same of the sa	
12. CHECK APPROPRIATE BOX(ES) TO			PORT, OR OTHER	R DATA	
MISSION	TY	PE OF ACTION			
Acidize Alter Casing Casing Repair Change Plans Notice Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Production ( Reclamation Recomplete Temporarily Water Dispo	Abandon	Water Shut-Off Well Integrity Other DOGM APD Extension	
Completed Operations (clearly state all pertinent leepen directionally or recomplete horizontally, ger which the work will be performed or provide of the involved operations. If the operation resupleted. Final Abandonment Notices shall be file to is ready for final inspection.	ive subsurface locations and the Bond No. on file with alts in a multiple completion and only after all requirements.	d measured and tru BLM/BIA. Requi n or recompletion nts, including recla	ne vertical depths of ared subsequent repo- in a new interval, a amation, have been	all pertinent markers and zones, its shall be filed within 30 days Form 3160-4 shall be filed once completed, and the operator has	
REQUESTS THAT THE APD FOR THE DRILLING OPERATIONS MAY	THE SUBJECT WEI BE COMPLETED.	L BE EXTEN	DED FOR AN	ADDITIONAL	
	_				

Deepen Notice of Intent Acidize Fracture Treat Reclan Alter Casing Recom New Construction Casing Repair Subsequent Report Plug and Abandon Tempo Change Plans Plug Back Water Convert to Injection Final Abandonment Notice 13. Describe Proposed or Completed Operations (clearly state all pertinent details, including estimated starting date If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured a Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. following completion of the involved operations. If the operation results in a multiple completion or recomple testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including determined that the site is ready for final inspection.

THE OPERATOR REQUESTS THAT THE APD FOR THE SUBJECT WELL BE EXT YEAR SO THAT THE DRILLING OPERATIONS MAY BE COMPLETED.

A CONTRACTOR OF THE CONTRACTOR	COPY SENT TO OPERATOR Date: 03-07-03 Initials: CHO	The second second
Chrosper Service	The second secon	Anticompression (s

Approved by the Utah Division of Oll, Gas and Mining

RECEIVED JAN 2 8 2003

DIV. OF OIL, GAS & MINING

ŀ.	. I hereby certify that the fore	going is true and corre	ct
	Name (Printed/Typed)		
	Chaila Unahaga		

Regulatory Analyst

Date ignature January 21, 2003 THIS SPACE FOR FEDERAL OR STATE USE Date Approved by Conditions of approval, if any, are attached. Approval of this notice does not warrant or Office certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Title 18 U.S.C. Section 1001, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on reverse)



## United States Department of the Interior

BUREAU OF INDIAN AFFAIRS
Washington, D.C. 20240
FEB 1 0 2003

Carroll A. Wilson
Principal Landman
Westport Oil and Gas Company, L.P.
1368 South 1200 East
Vernal, Utah 84078

Dear Mr. Wilson:

This is in response to your request for approval of RLI Insurance Company's Nationwide Oil and Gas Lease Bond No. RLB0005239 executed effective December 17, 2002, (\$150,000 coverage) with Westport Oil and Gas Company, L. P., as principal.

This bond is hereby approved as of the date of this correspondence and will be retained in the Bureau of Indian Affairs' Division of Real Estate Services, 1849 C Street, NW, MS-4512-MIB, Washington, D.C. 20240. All Bureau oil and gas regional offices and the surety are being informed of this action.

In cases where you have existing individual and/or collective bonds on file with one or more of our regional offices, you may now request those offices, directly, to terminate in lieu of coverage under this Nationwide Bond.

Enclosed is a copy of the approved bond for your files. If we may be of further assistance in this matter, please advise.

Sincerely,

Director, Office of Trust Responsibilities

ACTING Enclosure

UNITED STATES GOVERNMENT

# memorandum

Branch of Real Estate Services
Uintah & Ouray Agency

٠,٥

Date:

5 December, 2002

Reply to Attn of:

Supervisory Petroleum Engineer

Subject:

Modification of Utah Division of Oil, Gas and Mining Regulations

To:

Director, Utah Division of Oil, Gas and Mining Division: John Baza

We have been advised of changes occurring with the operation of your database for Change of Operator. You will be modifying your records to reflect Change of Operator once you have received all necessary documentation from the companies involved, and perhaps in advance of our Notice of Concurrence/Approval of Change of Operator where Indian leases are involved.

We have no objection.

With further comment to Rulemaking, I wish to comment concerning the provision of Exhibits for upcoming Hearings. I would like to see the Uintah & Ouray Agency, BIA, and the Ute Indian Tribe, Energy & Mineral Resources Department added to the list of those parties that receive advance Exhibits so as to allow us to have research time prior to Hearing dates. We will be able to provide a more informed recommendation to the Oil, Gas and Mining Board. It would be best if we would receive only those Exhibits that concern Indian lands, specifically on or adjacent to Indian lands. This may be a difficult situation to attain, as it is not always clear where 'on or adjacent' occurs.

I am aware that you have gone to extra effort to correct this matter already, and I fully appreciate it. My request is intended only to allow the addition of Uintah & Ouray Agency and Ute Indian Tribe to the official listing.

We appreciate you concern, and hope that these comments are timely enough for consideration in the revision process.

CC: Minerals & Mining Section of RES

Ute Energy & Mineral Resources Department: Executive Director chrono

FAX NO. 4357817094

JAN. 17. 2003 3:34PM





NO. 173 P. 2



#### WESTPORT OIL AND GAS COMPANY, L.P.

410 Seventeenth Street #2300 Deriver Colorado \$0202-4435 Telephonet 303 573 5404 Fext: 303 573 5609

February 1, 2002

Department of the Interior Bureau of Land Management 2850 Youngfield Street Lakewood, CO 80215-7093 Attention: Ms. Martha Maxwell

RE:

BLM Bond CO+1203

BLM Nationwide Bond 158626364

Surety - Continental Casualty Company

Belco Energy Corporation merger into Westport Oil and Gas Company, Inc.

Conversion of Westport Oil and Gas Company, Inc., into Westport Oil and Gas Company, L.P.

Assumption Rider - Westport Oil and Gas Company, L.P.

#### Dear Ms. Maxwell;

Pursuant to our recent conversations, please find the following list of enclosures for the BLM's consideration and approval:

Two (2) Assumption Riders, fully executed originals.

Copies of Belco Energy Corporation merger into Westport Oil and Gas Company, Inc.

Copies of Westport Oil and Gas Company, Inc., conversion into Westport Oil and Gas

Company, L.P.

List of all Federal/BIA/State Leases - Beloo/Westport's leases - in all states.

Please inform us of any additional information needed to complete the change to Westport Oil and Gas Company, L.P., as operator of record.

I thank you for your assistance and cooperation in this matter. Please do not hesitate contacting the undersigned, should a question arise.

Sincerely,

Westport Oil and Gas Company, L.P.

Black

Debby J. Black

Engineer Technician

Encl:

#### STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINING			5. LEASE DESIGNATION AND SERIAL NUMBER:		
SUNDRY	NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for proposals to drill ne	to not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.				
1. TYPE OF WELL OIL WELL			8. WELL NAME and NUMBER:  Exhibit "A"		
2. NAME OF OPERATOR:			9. API NUMBER:		
3. ADDRESS OF OPERATOR:	Production Oil & Gas Company	PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:		
	Houston STATE TX ZIP	77064-0995 (832) 676-5933			
4. LOCATION OF WELL  FOOTAGES AT SURFACE:			COUNTY:		
TOOTAGEOM GOM MEE					
QTR/QTR, SECTION, TOWNSHIP, RAN	GE, MERIDIAN:		STATE: UTAH		
11. CHECK APPE	ROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPO	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
NOTICE OF INTENT	ACIDIZE	DEEPEN	REPERFORATE CURRENT FORMATION		
(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL		
Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON		
	CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR		
	CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE		
SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL .		
Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF		
Date of Work Completion	COMMINGLE PRODUCING FORMATIONS	RECLAMATION OF WELL SITE	OTHER:		
	CONVERT WELL TYPE	RECOMPLETE - DIFFERENT FORMATION			
	Vestport Oil and Gas Company	pertinent details including dates, depths, volume, , L.P., 1670 Broadway, Suite 28			
ROND #					
	urety Bond No. RLBO	0005236 0005238	RECEIVED		
EL PASO PRODUCTION	ON OIL & GAS COMPANY		FEB 2 8 2003		
	////		DIV. OF OIL, GAS & MINING		
By:	rney-in-Fact				
WESTPORT	OIL AND GAS COMPANY, L.P.	TITLE Agent and Attorn	ev-in-Fact		
NAME (PLEASE PRINT) David R.	II , MA) I				
SIGNATURE	Mily	DATEDATE			

(This space for State use only)

Form 3 160-5 (August 1999)

## UNITED STATES DEPARTMENT OF THE INTERIOR

FORM APPROVED

OMB No. 1004-0135

SUNDR Do not use th	BUREAU OF LAND MANAGEMENT SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or reenter an abandoned well. Use Form 3160-3 (APD) for such proposals.			5. Lease Serial No. SEE ATTACHED EXHIBIT "A" 6. If Indian, Allottee or Tribe Name		
	PLICATE - Other instr	uctions on revers	e side	7. If Unit or CA/Agreement, Name and/or No.		
Type of Well Oil Well Gas Well	Other			8. Well Name and No.		
Name of Operator						
ESTPORT OIL & GAS C	OMPANY, L.P.			SEE ATTACHED EXHIBIT "A"  9. API Well No.		
Address		3b. Phone No. (include	do aven madel	SEE ATTACHED EXHIBIT "A"		
O. BOX 1148 VERNAL,	UT 84078	(435) 781-7022	#10H COHE)			
Location of Well (Footage, Sec	. T., R., M., or Survey Descript	ion)		10. Field and Pool, or Exploratory Area		
EE ATTACHED EXHIBIT		INDICATE NATURE	OF NOTICE R	11. County or Parish, State UINTAH COUNTY, UT EPORT, OR OTHER DATA		
TYPE OF SUBMISSION	T T					
		TYP	E OF ACTION			
Notice of Intent  Subsequent Report  Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injection	Deepen Fracture Treat New Construction Plug and Abandon Plug Back	Reclamation Recomplete Temporaril Water Disc	Abandon SUCCESSOR OF		
thanker the proper music which the	work will be performed or pro	ovide the Bond No. on fil	e with BLM/BIA	date of any proposed work and approximate duration of any proposed work and approximate duration and true vertical depths of all pertinent markers.  Required subsequent reports shall be filed with appletion in a new interval, a Form 3160-4 shall be intervaled.		

testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator WESTPORT OIL & GAS COMPANY, L.P., IS CONSIDERED TO BE THE OPERATOR ON THE ATTACHED DESCRIBED LANDS AND IS RESPONSIBLE UNDER THE TERMS AND CONDITIONS OF THE LEASE FOR THE OPERATIONS CONDUCTED ON THE LEASED LANDS OR PORTIONS THEREOF, BOND COVERAGE FOR THIS WELL IS PROVIDED BY FEDERAL NATIONWIDE BOND NO. 158626364, EFFECTIVE FEBRUARY 1, 2002, AND BIA NATIONWIDE BOND NO. RLB0005239, EFFECTIVE FEBRUARY 10, 2003.

RECEIVED

		MAR 0 4 2003
CHERYL CAMERON OF	PERATIONS  Ate Proh 4, 2003	DIV. OF OIL, CAS & MINING
THIS SPACE FOR	FEDERAL OR STATE USE	
Approved by	Title	Date
Conditions of approval, if any, are attached. Approval of this notice does not warrant of certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		
Title 18 U.S.C. Section 1001, make it a crime for any person knowingly false, fictitious or fraudulent statements or representations as to any matter	and willfully to make to any depar within its jurisdiction.	riment or agency of the United States any
(Instructions on reverse)		

#### **OPERATOR CHANGE WORKSHEET**

ROUTING
1. GLH
2. CDW
3. FILE

#### X Change of Operator (Well Sold)

Designation of Agent/Operator

The operator of the well(s) listed below has change <b>ROM:</b> (Old Operator):		TO: (New O	nerator):			
EL PASO PRODUCTION OIL & GAS COMPANY	<del> </del>	WESTPORT O		COMPANY	TP	<u> </u>
Address: 9 GREENWAY PLAZA		Address: P O E		COMITMI	1.71	
Address. > GREETWITT TIME!		riddress. r o r	7011 11 10			
HOUSTON, TX 77064-0995	<del></del>	VERNAL, UT	84078			
Phone: 1-(832)-676-5933		Phone: 1-(435)				
Account No. N1845		Account No.				
CA	No.	Unit:				
WELL(S)						
	SEC TWN	API NO	ENTITY	LEASE	WELL	WELL
NAME	RNG		NO	TYPE	TYPE	STATUS
KENNEDY WASH ST 16-1	16-08S-23E	43-047-33589	12871	STATE	GW	P
PTS FED 23-17 SAND RIDGE	17-08S-23E	43-047-30623	6126	FEDERAL	GW	S
KENNEDY WASH FED 19-1	19-08S-23E	43-047-33749	99999	FEDERAL	GW	APD
KENNEDY WASH FED 21-1	21-08S-23E	43-047-33870	99999	FEDERAL	GW	APD
KENNEDY WASH FED 23-1	23-08S-23E	43-047-33748	99999	FEDERAL	GW	APD
UTD KIDD 20-16	20-09S-18E	43-047-32568	11727	FEDERAL	OW	P
KURIP 1 27 (CR-168)		43-047-30962		INDIAN	GW	P
KURIP 1-167	01-09S-20E	43-047-33974	99999	INDIAN	GW	APD
KURIP 1-227	01-09S-20E	43-047-34738	99999	INDIAN	GW	APD
ARCHEE 1-117 (CR-168)		43-047-33388		INDIAN	GW	P
ARCHEE 1-118		43-047-33400		INDIAN	GW	APD
KURIP 1-116 (CR-168)		43-047-33407		FEDERAL	GW	P
ARCHEE 1-201		43-047-34822		INDIAN	GW	APD
ARCHEE 1-202 (CR-168)		43-047-34523		INDIAN	GW	P
ARCHEE 1-228		43-047-34737		INDIAN	GW	APD
BAYLESS STATE 2-1		43-047-34540		STATE	GW	DRL
TRIBAL 2-119		43-047-33389		INDIAN	GW	APD
TRIBAL 2-168		43-047-34120	I	INDIAN	GW	APD
JTE TRIBAL 2-169		43-047-33977		INDIAN	GW	APD
POST 3 24	103-09S-20E	43-047-30804	150	INDIAN	GW	P

(R649-8-10) Sundry or legal documentation was received from the NEW operator on: 03/04/2003

The new company has been checked through the Department of Commerce, Division of Corporations Database on:

Is the new operator registered in the State of Utah: YES **Business Number:** 1355743-0181

5. If **NO**, the operator was contacted contacted on:

6. (R649-9-2)Waste Management Plan has been received on: <u>IN PLACE</u>
7. <b>Federal and Indian Lease Wells:</b> The BLM and or the BIA has approved the merger, name change, or operator change for all wells listed on Federal or Indian leases on: BLM-12/31/2003 BIA-12/5/02
8. Federal and Indian Units:  The BLM or BIA has approved the successor of unit operator for wells listed on:  02/27/2003
9. Federal and Indian Communization Agreements ("CA"):  The BLM or BIA has approved the operator for all wells listed within a CA on:  01/09/2003
10. Underground Injection Control ("UIC") The Division has approved UIC Form 5, Transfer of Authority to Inject, for the enhanced/secondary recovery unit/project for the water disposal well(s) listed on:  N/A
DATA ENTRY:  1. Changes entered in the Oil and Gas Database on:  03/26/2003
<ol> <li>Changes entered in the On and Gas Database on: <a href="https://doi.org/10.1003/26/2003"><u>03/26/2003</u></a></li> <li>Changes have been entered on the Monthly Operator Change Spread Sheet on: <a href="https://doi.org/10.1003/26/2003"><u>03/26/2003</u></a></li> </ol>
3. Bond information entered in RBDMS on: N/A
4. Fee wells attached to bond in RBDMS on: N/A
STATE WELL(S) BOND VERIFICATION:  1. State well(s) covered by Bond Number:  RLB 0005236
FEDERAL WELL(S) BOND VERIFICATION:  1. Federal well(s) covered by Bond Number: 158626364
INDIAN WELL(S) BOND VERIFICATION:  1. Indian well(s) covered by Bond Number:  RLB 0005239
FEE WELL(S) BOND VERIFICATION:  1. (R649-3-1) The NEW operator of any fee well(s) listed covered by Bond Number  RLB 0005238
2. The <b>FORMER</b> operator has requested a release of liability from their bond on:  The Division sent response by letter on:  N/A  N/A
LEASE INTEREST OWNER NOTIFICATION:  3. (R649-2-10) The FORMER operator of the fee wells has been contacted and informed by a letter from the Division of their responsibility to notify all interest owners of this change on:  N/A
COMMENTS:



## United States Department of the Interior

#### BUREAU OF LAND MANAGEMENT

Vernal Field Office 170 South 500 East Vernal, Utah 84078-2799 http://www.blm.gov/utah/vernal

Phone: (435) 781-4400 Fax: (435) 781-4410

IN REPLY REFER TO: 3160 UT08300

June 4, 2003

Cheryl Cameron Westport Oil & Gas Co. P. O. Box 1148 Vernal, UT 84078

Re:

Notification of Expiration Well No. Ute Tribal 2-169 Lot 4, Sec. 2, T9S, R20E Uintah County, Utah Lease No. 14-20-H62-3000

#### Dear Cheryl:

The Application for Permit to Drill the above-referenced well was approved on March 26, 2001. A one (1) year extension of the original APD was requested. The request was reviewed and the extension approved until March 26, 2003. According to our records, no known activity has transpired at the approved location. In view of the foregoing, this office is notifying you that the approval of the referenced application has expired. If you intend to drill at this location in the future, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

Sincerely,

Leslie Walker

Legal Instruments Examiner

cc:

UDOGM - Diana Mason

BIA

RECEIVED

JUN 1 1 2003



# State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor Kathleen Clarke Executive Director Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 801-538-5340 801-359-3940 (Fax) 801-538-7223 (TDD)

June 18, 2003

Cheryl Cameron Westport Oil & Gas Company P. O. Box 1148 Vernal, Utah 84078

Re:

APD Rescinded – Ute Tribal 2-169, Sec. 2, T.9S, R.20E – Uintah County, Utah,

API No. 43-047-33977

Dear Ms. Cameron:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on March 15, 2001. On March 26, 2002 and on February 6, 2003 the Division granted a one-year APD extension. On June 11, 2003 the Division received a letter from the Bureau of Land Management (BLM), which states that the permit filed with the BLM was being returned unapproved as per your request. I contacted you at that time and you requested that the APD filed with the Division be rescinded. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective June 11, 2003, as requested.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diaha Mason

Engineering Technician

cc:

Well File

Bureau of Land Management, Vernal